



American Gilsonite Company

Bonanza Minesite

HC 73 Box 28

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m/47/010

July 6, 2000

D. Wayne Hedberg
Permit Supervisor
Utah Division of Oil, Gas and Mining
1594 W. North Temple, Suite 1210
Salt Lake City, Utah 84114-5801

RE: Time frame to finalize reclamation Surety Bond and I-12 Bonding

Dear Mr. Hedberg:

In your letter of June 27 you are granting us 90 days for the completion of the detailed reclamation estimate review. However, this is not quite what we requested. What we need is 90 days from the time you approve the reclamation estimate to arrange and set up the necessary bonding.

The CD for bonding the I-12 site has been signed by AGC and SITLA and it will be in place by the time you receive this letter. Please check with SITLA so work can proceed on I-12.

We would like to include the I-12 site on the list of mine site requiring reclamation for the large bond, so when it is approved the CD for I-12 can be redeemed.

Yours truly,

A handwritten signature in dark ink, appearing to read "Neldon Kunz", with a long, sweeping horizontal stroke extending to the right.

Neldon Kunz
Mine Supt.

Cc: Will Stokes, SITLA

RECEIVED

JUL 10 2000

**DIVISION OF
OIL, GAS AND MINING**